



Supplemental Financial Data and GAAP to Non-GAAP Reconciliation

Fourth Quarter 2022

Fidelity National Information Services, Inc.
Earnings Release Supplemental Financial Information
February 13, 2023

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| Exhibit A | Condensed Consolidated Statements of Earnings (Loss) - Unaudited for the three months and years ended December 31, 2022 and 2021 |
| Exhibit B | Condensed Consolidated Balance Sheets - Unaudited as of December 31, 2022 and 2021 |
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| Exhibit F | Supplemental GAAP to Non-GAAP Reconciliations on Guidance - Unaudited for the three months ending March 31, 2023, and year ending December 31, 2023 |

FIDELITY NATIONAL INFORMATION SERVICES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS (LOSS) — UNAUDITED
(In millions, except per share amounts)

Exhibit A

	Three months ended		Years ended	
	December 31,		December 31,	
	2022	2021	2022	2021
Revenue	\$ 3,714	\$ 3,672	\$ 14,528	\$ 13,877
Cost of revenue	2,196	2,251	8,820	8,682
Gross profit	1,518	1,421	5,708	5,195
Selling, general and administrative expenses	1,025	966	4,118	3,938
Asset impairments	17,605	—	17,709	202
Operating income (loss)	(17,112)	455	(16,119)	1,055
Other income (expense):				
Interest expense, net	(109)	(46)	(275)	(214)
Other income (expense), net	12	7	63	(52)
Total other income (expense), net	(97)	(39)	(212)	(266)
Earnings (loss) before income taxes and equity method investment earnings (loss)	(17,209)	416	(16,331)	789
Provision (benefit) for income taxes	153	125	377	371
Equity method investment earnings (loss)	—	—	—	6
Net earnings (loss)	(17,362)	291	(16,708)	424
Net (earnings) loss attributable to noncontrolling interest	(3)	—	(12)	(7)
Net earnings (loss) attributable to FIS common stockholders	\$ (17,365)	\$ 291	\$ (16,720)	\$ 417
Net earnings (loss) per share-basic attributable to FIS common stockholders	\$ (29.28)	\$ 0.48	\$ (27.68)	\$ 0.68
Weighted average shares outstanding-basic	593	609	604	616
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ (29.28)	\$ 0.47	\$ (27.68)	\$ 0.67
Weighted average shares outstanding-diluted	593	614	604	621

FIDELITY NATIONAL INFORMATION SERVICES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS — UNAUDITED
(In millions, except per share amounts)

Exhibit B

	December 31,	
	2022	2021
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 2,188	\$ 2,010
Settlement assets	5,855	4,020
Trade receivables, net	3,699	3,772
Other receivables	493	355
Prepaid expenses and other current assets	583	551
Total current assets	<u>12,818</u>	<u>10,708</u>
Property and equipment, net	862	949
Goodwill	34,276	53,330
Intangible assets, net	8,956	11,539
Software, net	3,238	3,299
Other noncurrent assets	2,048	2,137
Deferred contract costs, net	1,080	969
Total assets	<u>\$ 63,278</u>	<u>\$ 82,931</u>
LIABILITIES, REDEEMABLE NONCONTROLLING INTEREST AND EQUITY		
Current liabilities:		
Accounts payable, accrued and other liabilities	\$ 2,754	\$ 2,864
Settlement payables	6,752	5,295
Deferred revenue	788	779
Short-term borrowings	3,797	3,911
Current portion of long-term debt	2,133	1,617
Total current liabilities	<u>16,224</u>	<u>14,466</u>
Long-term debt, excluding current portion	14,207	14,825
Deferred income taxes	3,550	4,193
Other noncurrent liabilities	1,891	1,915
Total liabilities	<u>35,872</u>	<u>35,399</u>
Redeemable noncontrolling interest	180	174
Equity:		
FIS stockholders' equity:		
Preferred stock \$0.01 par value	—	—
Common stock \$0.01 par value	6	6
Additional paid in capital	46,735	46,466
(Accumulated deficit) retained earnings	(14,971)	2,889
Accumulated other comprehensive earnings (loss)	(360)	252
Treasury stock, at cost	(4,192)	(2,266)
Total FIS stockholders' equity	<u>27,218</u>	<u>47,347</u>
Noncontrolling interest	8	11
Total equity	<u>27,226</u>	<u>47,358</u>
Total liabilities, redeemable noncontrolling interest and equity	<u>\$ 63,278</u>	<u>\$ 82,931</u>

FIDELITY NATIONAL INFORMATION SERVICES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS — UNAUDITED
(In millions)

Exhibit C

	Years ended December 31,	
	2022	2021
Cash flows from operating activities:		
Net earnings (loss)	\$ (16,708)	\$ 424
Adjustments to reconcile net earnings (loss) to net cash provided by operating activities:		
Depreciation and amortization	3,846	4,015
Amortization of debt issue costs	31	30
Asset impairments	17,709	202
Loss (gain) on sale of businesses, investments and other	(53)	(227)
Loss on extinguishment of debt	—	528
Stock-based compensation	215	383
Deferred income taxes	(544)	(81)
Net changes in assets and liabilities, net of effects from acquisitions and foreign currency:		
Trade and other receivables	(155)	(552)
Settlement activity	287	653
Prepaid expenses and other assets	(319)	(526)
Deferred contract costs	(479)	(453)
Deferred revenue	21	23
Accounts payable, accrued liabilities and other liabilities	88	391
Net cash provided by operating activities	<u>3,939</u>	<u>4,810</u>
Cash flows from investing activities:		
Additions to property and equipment	(268)	(320)
Additions to software	(1,122)	(931)
Settlement of net investment hedge cross-currency interest rate swaps	726	(24)
Acquisitions, net of cash acquired	—	(767)
Net proceeds from sale of businesses and investments	50	370
Other investing activities, net	241	(99)
Net cash provided by (used in) investing activities	<u>(373)</u>	<u>(1,771)</u>
Cash flows from financing activities:		
Borrowings	75,335	54,073
Repayment of borrowings and other financing obligations	(74,410)	(53,440)
Debt issuance costs	(23)	(74)
Net proceeds from stock issued under stock-based compensation plans	57	121
Treasury stock activity	(1,938)	(2,114)
Dividends paid	(1,138)	(961)
Other financing activities, net	(456)	(143)
Net cash provided by (used in) financing activities	<u>(2,573)</u>	<u>(2,538)</u>
Effect of foreign currency exchange rate changes on cash	<u>(463)</u>	<u>(248)</u>
Net increase (decrease) in cash, cash equivalents and restricted cash	530	253
Cash, cash equivalents and restricted cash, beginning of year	<u>4,283</u>	<u>4,030</u>
Cash, cash equivalents and restricted cash, end of year	<u>\$ 4,813</u>	<u>\$ 4,283</u>

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL NON-GAAP ORGANIC REVENUE GROWTH — UNAUDITED
(In millions)

Exhibit D

	Three months ended December 31,						
	2022			2021			
	Revenue	FX	Constant Currency Revenue	Revenue	Acquisition & Divestiture Adjustment	Adjusted Base	Organic Growth (1)
Banking Solutions	\$ 1,717	\$ 12	\$ 1,729	\$ 1,667	\$ —	\$ 1,667	4 %
Merchant Solutions	1,178	42	1,220	1,193	17	1,210	1 %
Capital Market Solutions	771	20	791	716	—	716	10 %
Corporate and Other	48	2	50	96	—	96	N/A
Total	\$ 3,714	\$ 76	\$ 3,790	\$ 3,672	\$ 17	\$ 3,689	4 %

	Years ended December 31,						
	2022			2021			
	Revenue	FX	Constant Currency Revenue	Revenue	Acquisition & Divestiture Adjustment	Adjusted Base	Organic Growth (1)
Banking Solutions	\$ 6,706	\$ 48	\$ 6,754	\$ 6,396	\$ —	\$ 6,396	6 %
Merchant Solutions	4,773	138	4,911	4,496	61	4,557	8 %
Capital Market Solutions	2,763	58	2,820	2,624	—	2,624	7 %
Corporate and Other	286	7	294	361	—	361	N/A
Total	\$ 14,528	\$ 251	\$ 14,779	\$ 13,877	\$ 61	\$ 13,938	7 %

Amounts in table may not sum or calculate due to rounding.

(1) Total organic growth excludes Corporate and Other.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL NON-GAAP CASH FLOW MEASURES — UNAUDITED
(In millions)

Exhibit D (continued)

	Three months ended December 31, 2022	Year ended December 31, 2022
Net cash provided by operating activities	\$ 1,140	\$ 3,939
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	106	573
Settlement activity	(325)	(287)
Adjusted cash flows from operations	921	4,225
Capital expenditures (2)	(278)	(1,306)
Free cash flow	<u>\$ 643</u>	<u>\$ 2,919</u>

	Three months ended December 31, 2021	Year ended December 31, 2021
Net cash provided by operating activities	\$ 961	\$ 4,810
Non-GAAP adjustments:		
Acquisition, integration and other payments (1)	139	523
Settlement activity	75	(653)
Adjusted cash flows from operations	1,175	4,680
Capital expenditures (2)	(330)	(1,127)
Free cash flow	<u>\$ 845</u>	<u>\$ 3,553</u>

Free cash flow reflects adjusted cash flows from operations less capital expenditures (additions to property and equipment and additions to software, excluding capital spend related to the construction of our new headquarters). Free cash flow does not represent our residual cash flows available for discretionary expenditures, since we have mandatory debt service requirements and other non-discretionary expenditures that are not deducted from the measure.

- (1) Adjusted cash flows from operations and free cash flow for the three months and years ended December 31, 2022 and 2021 exclude cash payments for certain acquisition, integration and other costs (see Note 2 to Exhibit E), net of related tax impact. The related tax impact totaled \$17 million and \$24 million for the three months and \$85 million and \$89 million for years ended December 31, 2022 and 2021, respectively.
- (2) Capital expenditures for free cash flow exclude capital spend related to the construction of our new headquarters totaling \$30 million and \$44 million for the three months and \$85 million and \$124 million for the years ended December 31, 2022 and 2021, respectively.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED
(In millions, except per share amounts)

Exhibit E

	Three months ended		Years ended	
	December 31,		December 31,	
	2022	2021	2022	2021
Net earnings (loss) attributable to FIS common stockholders	\$ (17,365)	\$ 291	\$ (16,720)	\$ 417
Provision (benefit) for income taxes	153	125	377	371
Interest expense, net	109	46	275	214
Other, net	(9)	(7)	(51)	53
Operating income (loss), as reported	(17,112)	455	(16,119)	1,055
Depreciation and amortization, excluding purchase accounting amortization	327	332	1,361	1,251
Non-GAAP adjustments:				
Purchase accounting amortization (1)	599	701	2,485	2,764
Acquisition, integration and other costs (2)	186	217	759	845
Asset impairments (3)	17,605	—	17,709	202
Adjusted EBITDA	<u>\$ 1,605</u>	<u>\$ 1,705</u>	<u>\$ 6,195</u>	<u>\$ 6,117</u>

See notes to Exhibit E.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED
(In millions, except per share amounts)

Exhibit E (continued)

	Three months ended		Years ended	
	December 31,		December 31,	
	2022	2021	2022	2021
Earnings (loss) before income taxes and equity method investment earnings (loss)	\$ (17,209)	\$ 416	\$ (16,331)	\$ 789
(Provision) benefit for income taxes	(153)	(125)	(377)	(371)
Equity method investment earnings (loss)	—	—	—	6
Net (earnings) loss attributable to noncontrolling interest	(3)	—	(12)	(7)
Net earnings (loss) attributable to FIS common stockholders	(17,365)	291	(16,720)	417
Non-GAAP adjustments:				
Purchase accounting amortization (1)	599	701	2,485	2,764
Acquisition, integration and other costs (2)	206	268	903	956
Asset impairments (3)	17,605	—	17,709	202
Non-operating (income) expense (4)	(12)	(7)	(63)	52
Equity method investment (earnings) loss (5)	—	—	—	(6)
Tax rate change (6)	—	—	—	178
(Provision) benefit for income taxes on non-GAAP adjustments	(14)	(74)	(281)	(497)
Total non-GAAP adjustments	18,384	888	20,753	3,649
Adjusted net earnings	<u>\$ 1,019</u>	<u>\$ 1,179</u>	<u>\$ 4,033</u>	<u>\$ 4,066</u>
Net earnings (loss) per share-diluted attributable to FIS common stockholders	\$ (29.18)	\$ 0.47	\$ (27.55)	\$ 0.67
Non-GAAP adjustments:				
Purchase accounting amortization (1)	1.01	1.14	4.09	4.45
Acquisition, integration and other costs (2)	0.35	0.44	1.49	1.54
Asset impairments (3)	29.59	—	29.17	0.33
Non-operating (income) expense (4)	(0.02)	(0.01)	(0.10)	0.08
Equity method investment (earnings) loss (5)	—	—	—	(0.01)
Tax rate change (6)	—	—	—	0.29
(Provision) benefit for income taxes on non-GAAP adjustments	(0.02)	(0.12)	(0.46)	(0.80)
Adjusted net earnings per share-diluted attributable to FIS common stockholders	<u>\$ 1.71</u>	<u>\$ 1.92</u>	<u>\$ 6.65</u>	<u>\$ 6.55</u>
Weighted average shares outstanding-diluted (7)	<u>595</u>	<u>614</u>	<u>607</u>	<u>621</u>

Amounts in table may not sum or calculate due to rounding.

See notes to Exhibit E.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED
(In millions, except per share amounts)

Exhibit E (continued)

Notes to Unaudited - Supplemental GAAP to Non-GAAP Reconciliations for the three months and years ended December 31, 2022 and 2021.

The adjustments are as follows:

- (1) This item represents purchase price amortization expense on all intangible assets acquired through various Company acquisitions, including customer relationships, contract value, technology assets, trademarks and trade names. This item also includes \$1 million and \$30 million, for the three months ended and \$53 million and \$72 million for the year ended December 31, 2022 and 2021, respectively, of incremental amortization expense associated with shortened estimated useful lives and accelerated amortization methods for certain acquired software driven by the Company's platform modernization. Our platform modernization focuses on accelerating the modernization of our strategic applications and sunseting of our redundant platforms and creating a componentized cloud-native set of capabilities that can be consumed by clients as end-to-end business applications or as individual components. The Company has excluded the impact of purchase price amortization expense as such amounts can be significantly impacted by the timing and/or size of acquisitions. Although the Company excludes these amounts from its non-GAAP expenses, the Company believes that it is important for investors to understand that such intangible assets contribute to revenue generation. Amortization of assets that relate to past acquisitions will recur in future periods until such assets have been fully amortized. Any future acquisitions may result in the amortization of future assets.
- (2) This item represents acquisition and integration costs primarily related to the Worldpay acquisition as well as certain other costs, including \$93 million and \$76 million for the three months and \$313 million and \$139 million for the year ended December 31, 2022 and 2021, respectively, primarily associated with the Company's platform modernization described in Note (1) and the Company's Enterprise Transformation Program. These other costs also included severance and other termination expenses associated with enterprise cost control initiatives and changes in senior management totaling \$42 million and \$2 million for the three months and \$102 million and \$18 million for the years ended December 31, 2022 and 2021, respectively. These other costs also included stock-based compensation expense, primarily resulting from one-time performance-related awards, totaling \$4 million and \$24 million for the three months and \$98 million and \$137 million for the years ended December 31, 2022 and 2021, respectively. For the year ended December 31, 2021, this item also includes \$104 million in accelerated stock compensation expense to reflect the impact of establishing a Qualified Retirement Equity Program that modified unvested equity awards outstanding at January 1, 2021. This item also includes costs related to data center consolidation activities totaling \$7 million and \$43 million for the three months and year ended December 31, 2021, respectively. The Company also recorded charges directly related to COVID-19 of \$11 million and \$44 million for the three months and year ended December 31, 2021, respectively. For purposes of calculating Adjusted net earnings, this item also includes \$20 million and \$51 million for the three months ended and \$143 million and \$111 million for the years ended December 31, 2022 and 2021, respectively, of incremental amortization expense associated with shortened estimated useful lives and accelerated amortization methods for certain software and deferred contract cost assets driven by the Company's platform modernization, described in Note (1), which was instituted in the third quarter of 2021.
- (3) For the three months and year ended December 31, 2022, this item primarily represents a \$17.6 billion impairment of goodwill related to the Merchant Solutions reporting unit due its estimated fair value being less than its carrying value based on slowing growth projections for the business driven by worsening macroeconomic conditions, including rising interest rates, inflation, and slowing growth in the U.S. and Europe, as well as a sustained decline in our share price and the effects of changing market dynamics affecting our SMB portfolio which is migrating from card-present offerings to embedded payments. For the year ended December 31, 2022, this item also includes \$121 million of impairments related to real estate, a non-strategic business and certain software assets. For the year ended December 31, 2021, this item represents an impairment of certain software and deferred contract cost assets driven by the Company's platform modernization initiatives described in Note (1).
- (4) Non-operating (income) expense primarily consists of other income and expense items outside of the Company's operating activities, including fair value adjustments on certain non-operating assets and liabilities and foreign currency transaction remeasurement gains and losses. This item includes the impact of changes in fair value of certain preferred stock assets and related liabilities owed to former legacy Worldpay owners, representing a net change of \$1 million and \$41 million for the three months ended and \$64 million and \$53 million for the years ended December 31, 2022 and 2021, respectively. This item also includes an impairment loss of \$78 million for the three months and year ended December 31, 2022, and net gains of \$0 million and \$4 million for the three months ended and \$52 million and

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS — UNAUDITED
(In millions, except per share amounts)

\$218 million, for the year ended December 31, 2022 and 2021, respectively, on equity security investments without readily determinable fair values. For the year ended December 31, 2021, this item includes \$225 million related to the gain on the sale of our equity ownership interest in Cardinal Holdings, LP and a loss on extinguishment of debt of approximately \$528 million relating to tender premiums, make-whole amounts, and fees; the write-off of unamortized bond discounts and debt issuance costs; and losses on related derivative instruments.

- (5) This item represents our equity method investment earnings or loss and was predominantly due to our equity ownership interest in Cardinal Holdings, LP, which was sold on April 29, 2021.
- (6) For the year ended December 31, 2021, this item represents the one-time net remeasurement of certain deferred tax liabilities due to the increase in the U.K. corporate statutory tax rate from 19% to 25% effective April 1, 2023, enacted on June 10, 2021.
- (7) For the three months and year ended December 31, 2022, Adjusted net earnings is a gain, while the corresponding GAAP amount for these periods is a loss. As a result, in calculating Adjusted net earnings per share-diluted for these periods, the weighted average shares outstanding-diluted amount of approximately 595 million and 607 million shares used in the calculation includes approximately 2 million and 3 million shares for the three months and year ended December 31, 2022, respectively, that in accordance with GAAP are excluded from the calculation of the GAAP Net loss per share-diluted for the periods, due to their anti-dilutive impact.

FIDELITY NATIONAL INFORMATION SERVICES, INC.
SUPPLEMENTAL GAAP TO NON-GAAP RECONCILIATIONS ON GUIDANCE — UNAUDITED
(In millions, except per share amounts)

	Exhibit F			
	Three months ending		Year ending	
	March 31, 2023		December 31, 2023	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
Net earnings per share-diluted attributable to FIS common stockholders	\$ 0.05	\$ 0.20	\$ 1.25	\$ 1.75
Estimated adjustments (1)	1.12	1.03	4.45	4.25
Adjusted net earnings per share-diluted attributable to FIS common stockholders	<u>\$ 1.17</u>	<u>\$ 1.23</u>	<u>\$ 5.70</u>	<u>\$ 6.00</u>

(1) Estimated adjustments include purchase accounting amortization, acquisition, integration and other costs, and other items, net of tax impact.